

1	2	3
Items	Balance Sheet	
	Left side	Right side
1. Cash	Asset	
2. Gretchen Murphy, Capital		Owner's Equity
3. Supplies	Asset	
4. Prepaid Insurance	Asset	
5. Action Laundry		Liability
6. Anything owned	Asset	
7. Any amount owed		Liability
8. Owner's capital account		Owner's Equity

Trans. No.	Assets			=	Liabilities		+	Owner's Equity			
	Cash	+	Supplies	+	Prepaid Insurance	=	Swan's Supply Company	+	York Company	+	Frank March, Capital
Beg. Bal. 1.	0 +2,000		0		0		0		0		0 +2,000 (investment)
New Bal. 2.	2,000 -600		0		0 +600		0		0		2,000
New Bal. 3.	1,400		0 +100		600		0 +100		0		2,000
New Bal. 4.	1,400		100 +500		600		100		0 +500		2,000
New Bal. 5.	1,400 -100		600		600		100 -100		500		2,000
New Bal. 6.	1,300 -300		600		600		0		500 -300		2,000
New Bal. 7.	1,000 -500		600 +500		600		0		200		2,000
New Bal. 8.	500 +500		1,100		600		0		200		2,000 +500 (investment)
New Bal.	1,000		1,100		600		0		200		2,500